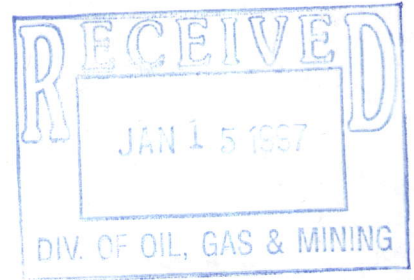


STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING
1594 West North Temple Suite 1210
Box 145801
Salt Lake City, Utah 84114-5801
Telephone: (801) 538-5291
Fax: (801) 359-3940



ANNUAL REPORT OF MINING OPERATIONS

The informational requirements of this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, Utah Code Annotated 1953, as amended, and the General Rules as promulgated under the Utah Minerals Regulatory Program. An operator conducting mining operations under a Notice of Intention must file an annual operations and progress report (FORM MR-AR) with the Division.

I. General Information

1. Report Time Period: From (mo./yr.) 1/1996 To (mo./yr.) 1/1997
 2. DOGM File Number (Mine No): S 10451 033
 3. Mine Name: Patented Min. Survey #6579 & State Leases ML45095 ML45470
 4. Mineral(s) Mined (or permitted to mine): Mercury, gold and silver
 5. Type of mine ☐ Surface Mine or ☒ Underground Mine
 6. Legal Description (Location of Lands Affected):
All 1/4, 1/4, Section 2, Township 2 S, Range 7W SUBEM
1/4, NE 1/4, Section 11, Township 2 S, Range 7W
1/4, SE 1/4, Section 11, Township 2 S, Range 7W
 7. Name of Operator or Company: S. Bryce Montgomery
 8. Permanent Street Address: 3512 So. 100 E.
City, State, Zip: Bountiful, Utah 84010
Phone: 801-295-8592
 9. Company Representative (or designated operator):
Name: S. Bryce Montgomery
Title: Geologist
Business Address: 3512 So. 100 E.
City, State, Zip: Bountiful, Utah 84010
Phone: 801-295-8592
- ☐ Please check if any of the above information has changed since previous year.

II. Mining and Reclamation

1. Was the mine active during the past year? Yes ☐ No ☒
2. If active, how much ore or mineral was mined? _____

3. How much **additional acreage** was disturbed during the past year? 1/2 acre
4. Briefly describe any new or additional surface disturbances that occurred during the past year. This description should include the type of work performed, and volume of material moved.
Partial restoration of old road in bottom of
canyon and new short dugway construction to vein,
all on privately owned patented claims #6519. No
work was done on adjacent State leases ML45095 and ML45470
5. How much acreage was **reclaimed** during the past year? 0
6. Briefly describe the reclamation work performed during the past year. This description should include methods employed, and an evaluation of the results.

7. What is the **total disturbed acreage** at years end? 3.0 acres
8. Briefly summarize any mining and/or reclamation plans for the upcoming year.
(1) Complete dugway cut into vein within 1/2 ac. area.
(2) Complete restoration of old roadway in bottom of
canyon about 1000 feet long.
(3) Possibly diamond core drilling and start of adit.

NOTE: Section III., "Additional Information" applies only to **large mining operations**.

III. Additional Information

1. An updated surface facilities map should be attached if there have been significant changes since the previous map was submitted
2. Any monitoring results or other reports that are required under the terms of the approved notice of intention should also be attached

IV. Signature Requirement

I hereby certify that the foregoing is true and correct

Name (Typed or Print):

S. Bryce Montgomery

Title of Operator:

Geologist

Signature of Operator:

S. Bryce Montgomery

Date:

January 14, 1997